

AMENDED

CITY OF EL PASO, TEXAS
DEPARTMENT HEAD'S SUMMARY REQUEST FOR COUNCIL ACTION (RCA)

DEPARTMENT: AIRPORT
AGENDA DATE: April 12, 2005
CONTACT PERSON/PHONE: Patrick T. Abeln, A.A.E. - 780-4724
DISTRICT(S) AFFECTED: 3

SUBJECT:

AUTHORIZE the City Manager to sign four separate Lessor's Approval of Assignments from Superior Aviation Fuel Enterprises, Assignor, to Trajen Flight Support, LP, Assignee, covering the following Leases:

Old Fixed Base Operators Facility (FBO) lease located at 6775 Convair Rd.;
New FBO Site Lease located at 1751 Shuttle Columbia Drive;
Old Fuel Site Lease located at 7623 and 8201 Boeing Drive; and
New Fuel Site Lease located at the new air cargo facility at 301 George Perry Blvd.

BACKGROUND / DISCUSSION:

Superior has entered into an agreement to sell the above referenced leasehold improvements and has requested these leases be assigned to Trajen. The purpose of these assignments is to assign all rights and obligations under the lease agreements to Trajen. Further, Trajen Holdings, Inc., a Delaware corporation guarantees payment of rent to the Lessor.

The Department of Aviation has been planning the relocation of our F.B.O. operations to a new site located at the base of the control tower.

The reasons for this relocation include:

1. A requirement to provide additional automobile parking for our terminal operations.
2. A security need to separate general aviation traffic from the air carrier terminal operations. Increasing security concerns have placed even greater emphasis on this issue.
3. A need to provide additional operating area for general aviation traffic.
4. A need to update and modernize facilities that are in excess of 40 years of age.

PRIOR COUNCIL ACTION:

Has the Council previously considered this item or a closely related one? If so, when?

No.

AMOUNT AND SOURCE OF FUNDING:

How will this item be funded? Has the item been budgeted? If so, identify funding source by account numbers and description of account. Does it require a budget transfer?

N/A. These are revenue-generating leases.

BOARD / COMMISSION ACTION:

These four Lessor's Approval of Assignment were presented to the Airport Advisory Board on March 17, 2005 and were approved unanimously.

COUNCIL ACTION REQUIRED: City Council did not delegate the authority to sign airport leases, concession agreements or operating agreements.

*****REQUIRED AUTHORIZATION*****

LEGAL: (if required)


Sylvia Borunda Firth, Asst. City Attorney

FINANCE: (if required)

OTHER:

Patrick T. Abeln, A. A. E., Director of Aviation

(Example: if RCA is initiated by Purchasing, client department should sign also)

Information copy to appropriate Deputy City Manager

APPROVED FOR AGENDA:

CITY MANAGER:

DATE:

RESOLUTION

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF EL PASO:

That the City Manager be authorized to sign a Lessor's Approval of Assignment by and between the City of El Paso ("Lessor"); Superior Aviation Fuel Enterprises, Inc. ("Assignor"); Trajen Flight Support, LP (Assignee); and Trajen Holdings, Inc. ("Guarantor") with regard to the Fuel Site Lease Agreement effective July 1, 2003, covering the property described as a portion of Lot 1, Block 1, Butterfield Trail Aviation Park, Unit One, El Paso County, Texas, consisting of approximately 71,429 square feet of land adjacent to the new Air Cargo Facility located at 301 George Perry Blvd., El Paso, Texas.

ADOPTED this the 12th day of April 2005.

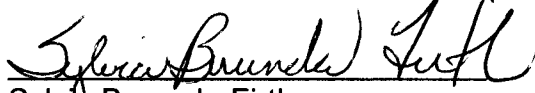
THE CITY OF EL PASO

Joe Wardy
Mayor

ATTEST:


Richarda Duffy Momsen
City Clerk

APPROVED AS TO FORM:



Sylvia Borunda Firth
Assistant City Attorney

APPROVED AS TO CONTENT:



Patrick T. Abeln, A. A. E.
Director of Aviation

ORIGINATING DEPARTMENT: AIRPORT

STATE OF TEXAS §
 §
COUNTY OF EL PASO §

LESSOR'S APPROVAL OF ASSIGNMENT

The City of El Paso ("Lessor") entered into a Fuel Site Lease Agreement effective July 1, 2003 ("Lease") with Superior Aviation Fuel Enterprises, Inc. ("Assignor") covering the following described property:

A portion of Lot 1, Block 1, Butterfield Trail Aviation Park, Unit One, El Paso County, Texas, consisting of approximately 71,429 square feet of land adjacent to the new Air Cargo Facility located at 301 George Perry Blvd., El Paso, Texas ("Premises").

1. **CONSENT TO ASSIGNMENT.** Lessor hereby approves and consents to the assignment of the Lease from Assignor to Trajen Flight Support, LP ("Assignee"), on the condition that Assignee assumes and becomes liable to pay any and all sums owing or becoming due Lessor under terms of the Lease from and after the effective date of the assignment of the Lease to Assignee, and upon the further condition that Assignee agree to accept and abide by all the terms, covenants, and conditions of the Lease.
2. **PROOF OF INSURANCE AND INDEMNIFICATION.** Assignee has provided a certificate of insurance to evidence compliance with the insurance requirements of the Lease and expressly agrees to be bound by the indemnification provisions contained in the Lease.
3. **GUARANTOR.** As additional consideration for the Lessor's consent for the assignment, Trajen Holdings, Inc., a Delaware corporation ("Guarantor"), guarantees payment of rent to the Lessor and shall remain fully liable for the prompt and complete performance of any and all obligations arising, or to arise, under the Lease, including the obligation to construct improvements.
4. **RATIFICATION OF LEASE.** No provision of this consent alters or modifies any of the terms and conditions of the Lease. Except as expressly modified herein, all terms and conditions of the Lease shall remain in full force and effect.
5. **ADDRESS FOR NOTICE.** Notices to Assignee shall be sufficient if sent by certified mail, postage prepaid, addressed to:

Trajen Flight Support, LP
3131 Briarcrest, Suite 100
Bryan, Texas 77802
ATTN: John W. Clanton

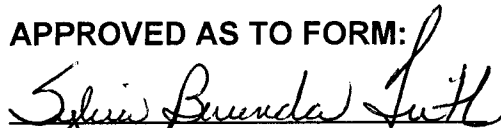
6. **AUTHORIZED REPRESENTATIVE.** The person signing this Lessor's Approval of Assignment on behalf of the Assignee represents and warrants that he or she has the authority legally to bind the Assignee to the provisions of this Lessor's Approval of Assignment.
7. **NON-WAIVER.** The Lessor's Approval of Assignment hereby given by Lessor shall not end the need for Lessor's consent for any future assignments.

The parties have executed this Lessor's Approval of Assignment hereto this 12th day of April 2005.

LESSOR: CITY OF EL PASO:

By: _____
Joyce Wilson
City Manager

APPROVED AS TO FORM:


Sylvia Borunda Firth
Assistant City Attorney

APPROVED AS TO CONTENT:


Patrick T. Abeln, A.A.E.
Director of Aviation

(SIGNATURES CONTINUE ON FOLLOWING PAGE)

ATTEST:

Printed Name: _____

ASSIGNOR: SUPERIOR AVIATION
FUEL ENTERPRISES,
INC.

By: Gerald S. Sarvadi
Printed Name: Gerald S. Sarvadi
Title: President

ATTEST:

Printed Name: _____

ASSIGNEE: TRAJEN FLIGHT
SUPPORT, LP, a Delaware Limited
Partnership

By: Trajen FBO, LLC, its general partner

By: Dan Bucaro
Printed Name: Dan Bucaro
Title: Authorized Person

ATTEST:

Printed Name: _____

GUARANTOR: TRAJEN HOLDINGS,
INC.

By: Dan Bucaro
Printed Name: Dan Bucaro
Title: CEO

ACKNOWLEDGEMENT

THE STATE OF Florida
COUNTY OF St. Johns

This instrument was acknowledged before me on this 1st day of April,
2005, by Gerald S. Sarvadi as President of Superior
Aviation Fuel Enterprises, Inc. ("Assignor").

Melanie Zader
Notary Public, State of Florida

My Commission Expires:
5/3/08

(ACKNOWLEDGMENTS CONTINUE ON FOLLOWING PAGE)

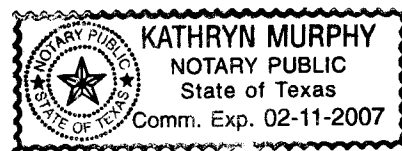
ACKNOWLEDGEMENT

THE STATE OF TEXAS)
)
COUNTY OF EL PASO)

This instrument was acknowledged before me on this 30th day of March 2005, by Dan Bucaro as Authorized Person of Trajen Flight Support, LP, a Delaware Limited Partnership ("Assignee").

Kathryn Murphy
Notary Public, State of Texas

My Commission Expires: 02-11-07



ACKNOWLEDGEMENT

THE STATE OF TEXAS)
)
COUNTY OF EL PASO)

This instrument was acknowledged before me on this 30th day of March 2005, by Dan Bucaro as CEO of Trajen Holdings, Inc., a Delaware corporation ("Guarantor").

Kathryn Murphy
Notary Public, State of Texas

My Commission Expires: 02-11-07

